

**JALVIDHYUT LAGANI TATHA BIKASH COMPANY LIMITED**

BABARMAHAL, KATHMANDU

**UNAUDITED FINANCIAL STATEMENT**

**FOR THE THIRD QUARTER ENDED ON 31<sup>ST</sup> CHAITRA 2073 (13<sup>TH</sup> APRIL 2017), OF THE FISCAL YEAR 2073/74**

**In Rupees**

S.N.	Particulars	This Quarter Ending	Previous Quarter Ending	Corresponding Previous Year Quarter Ending
<b>1</b>	<b>Assets</b>			
1.1	Cash & Cash Equivalents	9,882,697,640.41	10,550,338,013.15	10,466,259,046.84
1.2	Prepayments and Accrued Income	184,984,537.11	114,471,283.79	131,196,681.46
1.3	Other Assets	41,115,066.23	3,834,084.64	86,142,568.49
1.4	Investments	331,000,000.00	297,000,000.00	297,000,000.00
1.5	Loans to Business	613,538,063.85	331,918,128.44	105,662,960.40
1.6	Deferred Income Tax Assets	1,165,712.00	1,165,712.00	475,281.00
1.7	Intangible Assets	561,750.00	609,900.00	764,685.73
1.8	Property, Plant and Equipment	9,712,113.47	10,006,795.97	11,243,673.53
	<b>Total Assets</b>	<b>11,064,774,883.07</b>	<b>11,309,343,917.99</b>	<b>11,098,744,897.45</b>
<b>2</b>	<b>Equity and Liabilities</b>			
<b>2.1</b>	<b>Liabilities</b>			
2.1.1	Trade & Other Payables	2,551,292.22	1,842,028.86	2,730,156.06
2.1.2	Dividend Payable	71,764,984.75	500,000,000.00	-
2.1.3	Other Liabilities & Provisions	1,214,463.36	1,214,463.36	305,378.35
2.1.4	Corporate Income Tax Liabilities	145,268,608.48	91,226,453.20	105,218,184.23
2.1.5	Provisions for Possible Losses	6,135,380.64	3,319,181.28	-
	<b>Total Liabilities(A)</b>	<b>226,934,729.45</b>	<b>597,602,126.70</b>	<b>108,253,718.64</b>
<b>2.2</b>	<b>Equity Attributable to Owners</b>			
2.2.1	Share Capital	10,000,000,000.00	10,000,000,000.00	10,000,000,000.00
2.2.2	Share Premium	-	-	-
2.2.3	Convertible Preference Shares	-	-	-
2.2.4	Reserves and Surplus	837,840,153.62	711,741,791.29	990,491,178.81
	<b>Total Equity(B)</b>	<b>10,837,840,153.62</b>	<b>10,711,741,791.29</b>	<b>10,990,491,178.81</b>
	<b>Total Equity and Liabilities(A+B)</b>	<b>11,064,774,883.07</b>	<b>11,309,343,917.99</b>	<b>11,098,744,897.45</b>
<b>3</b>	<b>Profit &amp; Loss Account</b>	<b>This Quarter Ending</b>	<b>Previous Quarter Ending</b>	<b>Corresponding Previous Year Quarter Ending</b>
<b>3.1</b>	<b>Operating Income</b>			
3.1.1	Interest Income from Bank Deposits	485,671,083.93	310,108,365.34	367,883,924.35
3.1.2	Interest Income from Loan to Business	21,315,745.43	11,190,263.73	2,824,591.35
3.1.3	Fee Income	6,035,485.62	306,519.98	3,834,097.44
3.1.4	Other Income	100,000.00	60,000.00	90,000.00
	<b>Total Operating Income(C)</b>	<b>513,122,314.98</b>	<b>321,665,149.05</b>	<b>374,632,613.14</b>
<b>3.2</b>	<b>Operating Expenses</b>			

3.2.1	Employee Benefit Expenses	11,557,944.09	7,840,735.38	9,902,134.13
3.2.2	Depreciation and Amortization Expenses	1,974,077.75	1,289,759.25	2,534,493.73
3.2.3	Operating Expenses	10,796,086.95	6,697,165.20	11,432,496.28
3.2.4	Interest on borrowing	-	-	36,208.22
3.2.5	Provision For Losses	4,565,511.25	1,749,311.89	-
	<b>Total Operating expenses(D)</b>	<b>28,893,620.04</b>	<b>17,576,971.72</b>	<b>23,905,332.36</b>
	<b>Profit Before Bonus and Tax(C-D)</b>	<b>484,228,694.94</b>	<b>304,088,177.33</b>	<b>350,727,280.78</b>
3.3	Staff Bonus	-	-	-
	<b>Profit Before Income Tax</b>	<b>484,228,694.94</b>	<b>304,088,177.33</b>	<b>350,727,280.78</b>
3.4	Income Tax Expenses	145,398,359.48	91,356,204.20	105,218,184.23
	<b>Net Profit (Loss) For The Year</b>	<b>338,830,335.46</b>	<b>212,731,973.13</b>	<b>245,509,096.55</b>
<b>4</b>	<b>Ratios</b>	<b>This Quarter Ending</b>	<b>Previous Quarter Ending</b>	<b>Corresponding Previous Year Quarter Ending</b>
4.1	Earning per share (in Rs.) (Annualized)	4.52	4.25	3.27
4.2	Market value per share ( in Rs.)	218	224	N/A
4.3	Price Earning Ratio	48.25	52.65	N/A
4.4	Current Ratio	44.54	17.85	98.69
4.5	Return on Assets (%) (Annualized)	4.08	3.76	2.95
4.6	Net worth per share (in Rs.)	108.38	107.12	109.9
4.7	Total Assets per share	110.65	113.09	110.99

**Note**

- 1 **Figures have been regrouped/rearranged where necessary**
- 2 **Above figures may vary with the audited figures if modified by the statutory auditors.**

**THIRD QUARTER DISCLOSURES AS OF 13<sup>th</sup> April, 2017 AS PER SECURITIES REGISTRATION AND ISSUANCE REGULATIONS**

Annexure-14 (Related to Sub Regulation 2 of Regulation 22)

**I FINANCIAL STATEMENTS**

- a. The unaudited financial statements for the third quarter and financial ratios have been published along with this report.
- b. Transactions held with the related parties:
  - At the end of Chaitra end 2073, company has receivable of Rs 90,000 from Remit Hydro Limited (the subsidiary of the company) for the rent of the facility given to it.

**2 MANAGEMENT ANALYSIS**

- a. If there has been any changes in income of the institution during the quarter, details for the reason thereof:  
Profit before bonus & tax earned up to Chaitra end 2073 is Rs 48.42 crore as compared to 35.07 crore in the same period of last fiscal year, thereby registering a growth of 38.06 %. The progress is mainly due to increase in interest income of the company. The company has disbursed more loans to hydro projects and the interest rate on fixed and call deposits has also increased in this quarter.
- b. The company has also made equity investment in Vidhyut Utpadan Company Limited, which is formed for the purpose of developing mega hydropower projects. This is a government initiative venture, where JLTBCL has 4% shares in the capital structure.
- c. The company has also made 15% commitment in each of the two new ventures initiated by NEA viz; Rastriya Bidhyut Prasaran Grid Company and Nepal Engineering Company Limited.

### **3 LEGAL PROCEEDINGS**

- a. Law-suit filed by or against the promoter or director of body corporate involving violation of statutory regulations or criminal offenses - None

### **4 ANALYSIS OF COMPANY'S SHARE TRANSACTIONS**

- a. The major highlights of share transactions during the quarter are as follows (as published in the website of Nepal Stock Exchange):
- b. Maximum Price- NPR 256; Minimum Price- NPR 179; Closing Price- NPR 218 Traded Volume – 1240805 shares, Total No of Transactions -7141 and Total No of transaction days – 59 days.

### **5 PROBLEMS AND CHALLENGES**

#### **a. Internal Risk:**

- Acquisition and Retention of skilled human resource
- Limited flexibility on procurement

#### **• External Risk:**

- Limited number of projects seeking financing

### **6 CORPORATE GOVERNANCE**

- b. Board of Directors, Audit Committee, Risk Management Committee, HR and Compensation Committee and management team provide governance within the company. The company has written policies, rules & guidelines for proper functioning of the operation of the company.

### **7 DECLARATION**

I, the Chief Executive Officer of this Company, take the responsibility of accuracy of the information and details mentioned in this report for the period up to third quarter of F/Y 2073/74, hereby declare that the information and details provided in this report are true, based on facts, and complete to the best of my knowledge and that information necessary for taking informed decision by the investors are not concealed.